

FISCAL NOTE
SB 1422 – HB 1362

February 28, 2007

SUMMARY OF BILL: Authorizes in-state tuition to the University of Memphis to residents of Crittenden, Arkansas, and residents of the counties of DeSoto, Marshall, and Tate, Mississippi.

ESTIMATED FISCAL IMPACT:

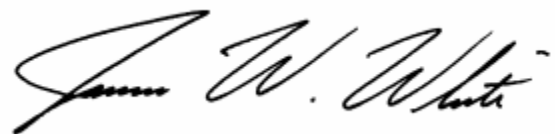
Increase State Expenditures - \$2,643,000

Assumptions:

- The out-of-state attendance rate for the University of Memphis from these counties will remain constant.
- Projected waivers are based on the current enrollment and the amount of the waiver. To the extent attendance from these out-of-state counties increases, state expenditures will also increase.
- Since the funding formula calculation recognizes out-of-state tuition as a funding source, when out-of-state revenue decreases, the state's share of the formula costs increases. Assumes lost revenues will be replaced with state funds.
- Using current average FTE enrollment, there are 524 FTE students enrolled at the University of Memphis who will be admitted at in-state rates.
- For each out-of-state FTE student who is enrolled full-time at the University of Memphis, revenues would be decreased by \$5,044 per academic year.
- The current FTE enrollment is comprised on both part-time and full-time students.
- UOM - 524 FTE x \$5,044 waiver amount = \$2,643,000

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director